Message Text

LIMITED OFFICIAL USE

PAGE 01 USUN N 00438 01 OF 02 160017Z ACTION IO-13

INFO OCT-01 ISO-00 AF-08 ARA-06 EA-07 EUR-12 NEA-10 EB-08 COME-00 TRSE-00 L-03 SIL-01 LAB-04 STR-04 AID-05 CIAE-00 INR-07 NSAE-00 SP-02 OMB-01 /092 W
-------160046Z 055529 /63

R 152300Z FEB 77
FM USMISSION USUN NEW YORK
TO SECSTATE WASHDC 2428
INFO USMISSION EC BRUSSELS
USMISSION GENEVA
USMISSION OECD PARIS

LIMITED OFFICIAL USE SECTION 1 OF 2 USUN 0438

PARIS: PLEASE PASS TO DEPUTY ASSISTANT SECRETARY PREEG (CIME DELEGATION)

E.O. 11652: N/A

TAGS: UN, EGEN, EINV

SUBJECT: COMMISSION ON TRANS NATIONAL CORPORATIONS: SELECTION OF PRIVATE PERSONS TO ASSIST THE COMMISSION

REF: (A) STATE 029714 (B) USUN 309

1. SUMMARY: INFORMAL MEETING OF THE TNC COMMISSION ON FEB 14 TO DISCUSS THE SELECTION OF PRIVATE PERSONS TO ASSIST THE COMMISSION CONCLUDED INCONCLUSIVELY. DISCUSSION FOCUSED ON THE NUMBER OF PERSONS TO BE APPOINTED. ALTHOUGH SEVERAL OPTIONS CONSIDERED, US INSISTENCE ON LIMITING THE SIZE TO 15 IS SEEN AS ENDANGERING OTHER WEO CANDIDATES AND MAY RESULT IN OUR LOSING ONE OF THE TWO US CANDIDATES. ACCORDINGLY, MISSION RECOMMENDS THAT WE BE AUTHORIZED TO ACCEPT THE POSSIBLE COMPROMISE SIZE OF 16 OR, FAILING THAT, TO ACCEPT THE SIZE OF 19 AS PROPOSED BY THE CENTRE. END SUMMARY.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 USUN N 00438 01 OF 02 160017Z

2. IN ACCORDANCE WITH REFTEL B, THE TNC COMMISSION
HAD AN INFORMAL SESSION ON FEB 14 TO DISCUSS THE SELECTION
OF PRIVATE PERSONS TO ASSIST THE COMMISSION. MEETING WAS
CHAIRED BY TNC EXECUTIVE DIRECTOR SAHLGREN WHO REVIEWED
THE BACKGROUND (WITHOUT MENTIONING THE INFORMAL CONSULTATIONS
HELD DURING THE CODE OF CONDUCT MEETING), URGED EXPEDITIOUS

ACTION TO COMPLETE THE SELECTION PROCESS, AND DIRECTED THE DISCUSSION TO THE QUESTION OF THE NUMBER OF PERSONS TO BE SELECTED AND THEIR GEOGRAPHIC AND FUNCTIONAL DISTRIBUTION.

- 3. IN ACCORDANCE WITH INSTRUCTIONS, US REP STATED THAT WE WOULD NOT WISH TO INCREASE THE NUMBER OF PERSONS TO BE SELECTED ABOVE 15 AND, ALTHOUGH WE HAD SOME RESERVATIONS (I.E., THE ABSENCE OF A LDC BUSINESS REPRESENTATIVE), WE WERE PREPARED TO PROCEED ON THE BASIS OF THE FUNCTIONAL AND GEOGRAPHIC DISTRIBUTION IMPLICIT IN THE LIST OF 15 CANDIDATES PROPOSED BY THE CENTRE.
- 4. THE MEETING WAS WELL ATTENDED WITH SPOKESMEN OF ALL REGIONAL GROUPS PRESENT. THE FOLLOWING SUMMARIZES THEIR VIEWS:
- (A) AFRICA: WOULD PREFER TO STICK TO THE LIMIT OF 15 BUT WITHIN THAT LIMIT, WOULD DEMAND AN ADDITIONAL AFRICAN POSITION TO BE TAKEN FROM THE DEVELOPED COUNTRY REPRESENTATIVES;
- (B) LATIN AMERICA: WANTS TO INCREASE THE SIZE TO 19 ON THE BASIS OF THE FOUR ADDITIONAL NAMES PROPOSED BY THE CENTRE;
- (C) ASIA: WANTS TO INCREASE THE SIZE TO 19 TO PROVIDE A BETTER BALANCE BETWEEN DEVELOPING AND DEVELOPED COUNTRY REPRESENTATION;

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 USUN N 00438 01 OF 02 160017Z

- (D) SOVIET BLOC: WOULD PREFER 15 BUT IF THE SIZE IS INCREASED TO 19, WOULD INSIST ON AN ADDITIONAL POSITION FOR AN EAST EUROPEAN REPRESENTATIVE;
- (E) WEST EUROPE: PREPARED TO ACCEPT THE EXPANSION OF THE SIZE TO 19 AS PROPOSED BY THE CENTRE. AS A POSSIBLE COMPROMISE, THE UK REP SUGGESTED INCREASING THE SIZE TO 16 IN ORDER TO ACCOMMODATE THE AFRICAN REQUEST.
- 5. GIVEN THIS DIVERGENCE OF VIEWS, THE MEETING WAS ADJOURNED FOR FURTHER INFORMAL CONSULTATIONS. ANOTHER SESSION WILL BE SCHEDULED FOR THE WEEK OF FEB 21-25 AT WHICH TIME EXECUTIVE DIRECTOR SAHLGREN HOPES TO FINALIZE THE LIST.

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 USUN N 00438 02 OF 02 160030Z ACTION IO-13

INFO OCT-01 ISO-00 AF-08 ARA-06 EA-07 EUR-12 NEA-10 EB-08 COME-00 TRSE-00 L-03 SIL-01 LAB-04 STR-04 AID-05 CIAE-00 INR-07 NSAE-00 SP-02 OMB-01 /092 W
-------160049Z 055652 /63

R 152300Z FEB 77 FM USMISSION USUN NEW YORK TO SECSTATE WASHDC 2429 INFO USMISSION EC BRUSSELS USMISSION GENEVA USMISSION OECD PARIS

LIMITED OFFICIAL USE SECTION 2 OF 2 USUN 0438

PARIS: PLEASE PASS TO DEPUTY ASSISTANT SECRETARY PREEG (CIME DELEGATION)

- 6. IN SUBSEQUENT INFORMAL CONVERSATIONS, THE FOLLOWING BECAME EVIDENT:
- (A) THE G-77 WILL NOT ACCEPT PARITY IN GEOGRAPHIC DISTRIBUTION AND THUS THE CENTRE'S PROPOSAL OF 15 CANDIDATES (7 DEVELOPED, 7 LDC, AND ONE EAST EUROPEAN) IS NOT ACCEPTABLE. THEY WOULD GO ALONG WITH THE EXPANDED LIST OF 19 (8 DEVELOPED, 10 LDC, AND ONE EAST EUROPEAN);
- (B) ALL OTHER DELEGATIONS (AND THE CENTRE) VIEW BARBAR ALI AS A LEGITIMATE LDC BUSINESS REPRESENTATIVE AND WILL NOT SUPPORT US IN SEEKING AN ADDITIONAL LDC BUSINESS REP. FURTHER, SAHLGREN REEMPHASIZED THE INSISTENCE OF TRADE UNION REPS ON PARITY WITH BUSINESS REPS AND ARGUED THAT IT WOULD THUS NOT BE POSSIBLE TO ADD ANOTHER BUSINESS REPRESENTATIVE;
- (C) THE EAST EUROPEANS WOULD PROBABLY ACCEPT AN LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 USUN N 00438 02 OF 02 160030Z

EXPANSION TO 16 WITHOUT ASKING FOR AN ADDITIONAL REP;

(D) THE LATIN AMERICANS WOULD LIKE TO PUT SOMALIA ON THE LIST WITHOUT, IF POSSIBLE, SACRIFICING ANOTHER LATIN AMERICAN CANDIDATE;

- (E) THE EUROPEANS ARE CONCERNED THAT ANY READJUSTMENT FOR GEOGRAPHICAL BALANCE WITHIN THE LIMIT OF 15 WILL BE AT THEIR EXPENSE, MOST LIKELY THE FRG OR DUTCH CANDIDATE;
- (F) ALTHOUGH NOT FORMALLY RAISED, SEVERAL DELEGATIONS HAVE HINTED AT THE INEQUITY OF ONE COUNTRY (READ US) HAVING TWO CANDIDATES ON THE LIST.
- 7. ON FEB 15, DUTCH MISSION TO THE UN MADE A FORMAL APPROACH TO USUN ARGUING THAT OUR INTRANSIGENCE ON THE SIZE AND COMPOSITION OF THE GROUP WAS JEOPARDIZING OTHER WEO CANDIDATES AND CREATING SERIOUS INTRA EC-9 PROBLEMS.
- 8. MISSION IS EQUALLY CONCERNED THAT IF THIS QUESTION IS NOT RESOLVED IN THE NEAR FUTURE, THE AS YET LATENT RESENTMENT ABOUT TWO US CANDIDATES WILL COME TO THE FORE AND WE MIGHT LOSE ONE OF THOSE TWO SLOTS.
- 9. IN VIEW OF ALL OF THE CONSIDERATIONS ABOVE, MISSION RECOMMENDS THAT WE BE AUTHORIZED:
- (A) TO DROP OUR INSISTENCE ON AN ADDITIONAL OR NEW LDC BUSINESS REPRESENTATIVE;
- (B) TO TRY TO WORK OUT AN EXPANSION OF THE GROUP TO 16 SO AS TO ACCOMMODATE THE AFRICAN DEMAND (ACCEPTING THE POSSIBILITY THAT THE LATIN AMERICANS MIGHT WISH TO PUSH SOMAVIA IN LIEU OF ONE OF THE OTHER LATIN AMERICAN CANDIDATES);

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 USUN N 00438 02 OF 02 160030Z

- (C) FAILING THE ABOVE, TO ACCEPT THE 19 NAMES PROPOSED BY THE CENTRE WITH THE POSSIBILITY OF EXPANDING IT TO 20 IN ORDER TO ACCOMMODATE THE EAST EUROPEAN GROUP.
- 10. WE DO NOT BELIEVE THAT TIME IS ON OUR SIDE IN THIS EXERCISE. THERE IS A REAL DANGER THAT WE MAY EMERGE AS THE VILLAIN -- BLOCKING THE ESTABLISHMENT OF ANY GROUP AND CREATING ILL-WILL AMONG FRIEND AND FOE ALIKE -- AND THAT THIS MAY REDOUND TO OUR DISADVANTAGE IN OTHER TNC EXERCISES SUCH AS THE ILLICIT PAYMENTS WORKING GROUP.
- 11. MISSION WILL ALSO NEED INSTRUCTIONS ON THE MODALITIES OF PARTICIPATION BY PRIVATE PERSONS, ASSUMING AGREEMENT CAN BE REACHED ON THEIR COMPOSITION.
 YOUNG

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X

Capture Date: 01-Jan-1994 12:00:00 am Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: COMMITTEES, MULTINATIONAL CORPORATIONS, PERSONNEL APPOINTMENTS

Control Number: n/a

Copy: SINGLE Sent Date: 15-Feb-1977 12:00:00 am Decaption Date: 01-Jan-1960 12:00:00 am

Decaption Note: Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 22 May 2009 Disposition Event: Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977USUNN00438
Document Source: CORE
Document History ID: 00

Document Unique ID: 00 Drafter: n/a

Enclosure: n/a Executive Order: N/A

Errors: N/A **Expiration:** Film Number: D770054-0442

Format: TEL From: USUN NEW YORK Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1977/newtext/t19770238/aaaabhvi.tel

Line Count: 222 Litigation Code IDs: Litigation Codes:

Litigation History: Locator: TEXT ON-LINE, ON MICROFILM Message ID: 88224bc6-c288-dd11-92da-001cc4696bcc

Office: ACTION IO

Original Classification: LIMITED OFFICIAL USE Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 5
Previous Channel Indicators: n/a

Previous Classification: LIMITED OFFICIAL USE Previous Handling Restrictions: n/a Reference: 77 STATE 29714, 77 USUN NEW YORK 309

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags: Review Date: 16-Mar-2005 12:00:00 am Review Event: Review Exemptions: n/a

Review Media Identifier: Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 3312425 Secure: OPEN Status: NATIVE

Subject: COMMISSION ON TRANS NATIONAL CORPORATIONS: SELECTION OF PRIVATE PERSONS TO ASSIST THE COMMISSION

TAGS: EGEN, EINV, UN

To: STATE Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/88224bc6-c288-dd11-92da-001cc4696bcc

Review Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009